

Morgan County Water District

RECEIVED

JUL 06 2004

PUBLIC SERVICE
COMMISSION

Beth O'Donnell
Executive Director
KY Public Service Commission
PO Box 615
Frankfort, KY 40602

Case 2004-00277

RE: Formal Application to revise certain non-recurring charges.

This is an application to revise certain non-recurring charges for Morgan County Water District. Attached is the non-recurring charge cost justifications and the proposed new tariff sheets.

Morgan County Water District is not requesting a water rate increase at this time. However, increased costs attributable to certain non-recurring charges can no longer be absorbed by the District. The customers affected by these increases will be the customers that cause the District to incur these additional expenses.

The District has previously filed income statements and balance sheets with the Public Service Commission. These income statements and balance sheets are currently on file with the Commission.

The District will publish the enclosed public notice of these requested rate revisions in the local newspaper for three consecutive weeks. The first notice has already been published and the newspaper ad is enclosed. We will follow up with a filing of the second and third newspaper ads along with an affidavit from the newspaper verifying that the notice was published for three consecutive weeks.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capitol Building, Suite 118, Frankfort, KY 40601.

Very truly yours,


enclosure

AVERAGE METER CONNECTION EXPENSE COST JUSTIFICATION

Name of Utility Morgan County Water District

The following is an itemization of expenses for providing a metered service connection.

A. Meter Size

5/8-Inch 3/4-Inch 1-Inch 1 1/2-Inch 2-Inch

Other (specify) _____

B. Materials Expense

	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1. Water Meter	<u>1</u>	<u>38.00</u>	<u>38.00</u>
2. Meter Yoke	<u>1</u>	<u>93.97</u>	<u>93.97</u>
3. Corporation Stop	<u>1</u>	<u>12.99</u>	<u>12.99</u>
4. Meter Box and Top	<u>1</u>	<u>16.63</u>	<u>16.63</u>
5. Miscellaneous Fittings	<u>2</u>	<u>3.75</u>	<u>7.50</u>
6. Other (Itemize)			
<u>Pressure Reduce Valve</u>	<u>1</u>	<u>35.94</u>	<u>35.94</u>
<u>Meter Gasket</u>	<u>2</u>	<u>.03</u>	<u>.06</u>
<u>Pipe Inserts</u>	<u>3</u>	<u>.05</u>	<u>.15</u>

TOTAL MATERIALS EXPENSE
(add total cost)

\$ 205.50

C. Service Pipe Expense

Type of Service Pipe 200 PSI Size of Service Pipe 3/4"

	<u>Quantity</u>	<u>Unit Cost</u>	<u>Total Cost</u>
1. Short Side Service	<u>15'</u>	<u>.18</u>	<u>2.70</u>
2. Long Side Service	<u>40'</u>	<u>.18</u>	<u>7.20</u>

AVERAGE SERVICE PIPE EXPENSE (add total cost and divide by 2) \$ 4.95

D. Installation Labor Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>2</u>	<u>33.50</u>	<u>67.00</u>
2. Long Side Service	<u>3</u>	<u>33.50</u>	<u>100.50</u>

AVERAGE INSTALLATION LABOR EXPENSE (add total cost and divide by 2) \$ 83.75

E. Installation Equipment Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Short Side Service	<u>2</u>	<u>19.70</u>	<u>39.40</u>
2. Long Side Service	<u>3</u>	<u>65.41</u>	<u>196.23</u>

AVERAGE INSTALLATION EQUIPMENT EXPENSE (add total cost and divide by 2) \$ 117.81

F. Installation Miscellaneous Expense

	<u>Total Hours</u>	<u>Hourly Rate</u>	<u>Total Cost</u>
1. Inspection	<u>1</u>	<u>50.00</u>	<u>50.00</u>
2. Site Clean-Up	<u>1.5</u>	<u>33.50</u>	<u>50.25</u>
3. Other			
<u>Water Line Marking Post</u>			<u>30.00</u>
<u>Grass Seed, Straw</u>			<u>7.50</u>

AVERAGE INSTALLATION MISCELLANEOUS EXPENSE
(add total cost) \$ 137.75

G. Overhead Expense

1. Installation expense (\$ 117.81) times
overhead rate (12%) \$ 14.14

H. Administrative Expense

1. Office expense for establishing a new account
and billing record \$ 25.00

I. Total Expenses

Materials Expense	\$ <u>205.30</u>
Service Pipe Expense	<u>4.95</u>
Installation Labor Expense	<u>83.75</u>
Installation Equipment Expense	<u>117.81</u>
Installation Miscellaneous Expense	<u>137.75</u>
Overhead Expense	<u>14.14</u>
Administrative Expense	<u>25.00</u>

TOTAL CONNECTION EXPENSE

\$ 588.70

developing proposals.

The following information concerning the CDBG program is available for public inspection at City Hall during regular business hours:

A. Amount of funds available and range of activities that may be undertaken.

B. Estimated amounts of funds proposed to be used for activities benefiting persons of low and moderate income.

C. Plans for minimizing displacement of persons as a result of activities associated with CDBG funds and plans for providing assistance to those persons to be actually displaced as a result of CDBG-funded activities.

D. Records regarding the past use of CDBG funds.

E. A summary of other important program requirements.

Comments on application:

A copy of the CDBG application material will be on file at Morgan County Government Building, County Judge Executive Office for citizen's review and comment during regular business hours from June 30, 2004 through July 9, 2004. Comments on the proposed application may be submitted to the attention of Judge Executive Tim Conley until the close of business on July 9, 2004.

Discrimination clause:

The city of West Liberty and Morgan County does not discriminate on the basis of race, color, national origin, sex, age, religion, or disability, and provides, upon request, reasonable accommodation, including auxiliary aids and services, to afford an individual with a disability an equal opportunity to participate in all services, programs, and activities. Any persons requiring special needs assistance should contact Judge Executive Tim Conley at 606-743-3898 at least five days

prior, minimum concrete in place inside the city limits of West Liberty. Companies will bid as placed per ton. Bidders will furnish all necessary equipment, grader, brooms distributor, leader, spread box, flagmen, etc., and bidder will remove asphalt or concrete where required.

All invoices to be turned in to City Hall Administration Office on a daily basis for accounting purposes.

Bids will be accepted at the City Hall Administration Office Monday through Friday 8 a.m.-4:30 p.m. through Thursday, July 8, 2004 at 4:30 p.m.

The City of West Liberty reserves the right to reject any or all bids.

The City of West Liberty is an equal opportunity provider.

TEARS

By David Collins

My tears are for this dying world
 My prayers for it are hurley
 For them to come to Jesus now
 Would be great and wonderful some how
 To come to redemption through the blood
 Let it come in a cleansing flood
 To walk on the streets of gold
 To hear the greatest story ever told
 To hear Him say "Well done my faithful son"
 Then to Him you can quickly run
 Be with the loved ones gone before
 Be alone and sad never more
 To look upon His lovely face to live so happy in His grace
 He is my savior and friend
 His love for me will never end
 On Him I know I can call
 Because for me He gave His all
 He is my great and saving one
 My journey here has just begun.

Amen

NOTICE

Morgan County Water District proposes to make the following revisions to its schedule of charges. The proposed effective date for the change is August 15, 2004.

Meter Connection/Tap-on charge 5/8 x 3/4 Meter: Current charge, \$300; proposed charge, \$590; percent change, 96.67%.

The charges/rates contained in this notice are the charges/rates proposed by the Morgan County Water District. However, the Public Service Commission may order charges/rates to be charged that differ from these proposed charges/rates. Such action may result in charges/rates for consumers other than the charges/rates in this notice.

Any corporation, association, body politic, or person may, by motion within thirty (30) days after publication of this fee change, request leave to intervene; and the motion shall be submitted to the Public Service Commission, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application and related filings by contacting the water district.

The Water District has available for inspection at its office the proposed changes to its Rules and Regulations. The Office is located at 408 Prestonsburg St., West Liberty, KY 41472.

This notice is published pursuant to 807 KAR 5:011-Tariffs.

Morgan County Water District
 C-7-1-3t
 (Pub. July 1, 15, 22)

"Every noble activity makes room for itself." Ralph Waldo Emerson.